

**CENTRAL VALLEY PROJECT
SCHEDULE OF M&I COST OF SERVICE AND IRRIGATION EXCHANGE CONTRACTOR
COST OF SERVICE AND FULL COST RATES
2003 EXCHANGE CONTRACTOR WATER RATES**

Cost Component	IRRIGATION									
	CAPITAL ONLY				TOTAL					
	O&M	for RRA		for RRA	COS	RRA	RRA	M&I		
		for	Full Cost	Full Cost		Full Cost	Full Cost			
		COS	202(3)	205(a)(3)		202(3)	205(a)(3)	202(3)	205(a)(3)	O&M
	1/	2/						5/		
Water Marketing	6.28	N/A	N/A	N/A	6.28	6.28	6.28	3.68	N/A	3.68
Storage	5.57	4.89	12.51	15.88	10.46	18.08	21.45	5.78	11.82	17.60
Conveyance	4/	5.36	13.70	17.40	5.36	13.70	17.40	4/	17.61	17.61
Conveyance Pumping Tracy Pumping Plant	4/	1.41	3.60	4.57	1.41	3.60	4.57	4/	3.44	3.44
Other Costs 3/	N/A	0.37	0.95	1.21	0.37	0.95	1.21	N/A	5.21	5.21
	11.85	12.03	30.76	39.06	23.88	42.61	50.91	9.46	38.09	47.55

Sources: Cost of Service rates for both Irrigation and M&I are from 2003 CVP Irrigation and M&I temporary contract water rates.

1/ Capital rate times 28 years, amortized over 28 remaining repayment years at 202(3) composite interest of 8.1010%
(Source: IRR 2003 FC (FA-11) Composite Interest Rate All Components 202.Z05.xls)

2/ Capital rate times 28 years, amortized over 28 remaining repayment years at 205(a)(3) composite interest of 10.9690%
(Source: IRR 2003 FC (FB-11) Composite Interest Rate All Components 205.Z05.xls)

3/ Full cost capital rates are based on capital rate times 28 years, amortized over 28 remaining repayment years at FY 2001 RRA interest rate of 7.215% (Reclamation Reform Act of 1982)

4/ Except for M&I conveyance through the Folsom-South Canal (\$5.64 / A/F), conveyance and conveyance pumping operation and maintenance costs will be billed directly to the Authorities.

5/ Includes interest.